County of Chesterfield, Virginia Statement of Revenues, Expenditures and Changes in Fund Balances Governmental Funds For the Year Ended June 30, 2004

Promical sources:		<u>General</u>	County Capital <u>Projects</u>		School Capital <u>Projects</u>	G	Other overnmental <u>Funds</u>	G	Total overnmental <u>Funds</u>
General property taxes \$253,448,743 \$ \$ \$ \$253,448,743 \$60,81892 Permits, privilege fees and regulatory licenses 86,086,800 \$60,806,800 \$60,806,800 \$60,806,800 \$60,806,800 \$60,806,800 \$60,806,800 \$60,806,800 \$60,806,800 \$60,806,800 \$60,806,800 \$60,806,800 \$60,806,800 \$60,806,800 \$60,806,800 \$60,806,800 \$60,800 <td>Revenues</td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td>	Revenues								
Demits, privilege fees and regulatory licenses 6,806,680								_	
Permits, privilege fees and regulatory licenses 6,806,680 - - 6,806,680 Fines and forfeitures 1,184,711 169,163 408,404 2,003 1,764,281 Contributions from developers 2,2948,556 377,711 - 520,039 23,846,306 Miscollaneous 936,526 31,648 7,325 141,394 1,116,933 Recovered costs 8,151,584 - 1,304,33 - 1,626,266 Donations 2,201,850 - 1,374,903 1,053,850 22,16,266 From component unit - School Board 90,393,406 - 1,374,903 1,053,850 23,368,170 From other governments 111,654,239 1,094,231 531,163 12,188,159 125,467,792 Total revenues 586,180,743 10,305,055 2,334,878 13,919,801 612,740,477 Expenditures - - - - - - - - - - - - - - - - - -			\$ -	\$	-	\$	-	\$	
Fines and forfeitures			-		-		-		
Contributions from developers			-		-		-		
Contributions from developers 8,632,302 - - 8,632,302 Charges for services 22,948,556 377,711 - 520,039 23,846,306 Miscellaneous 936,526 31,648 7,325 141,394 1,116,893 Recovered costs 8,151,554 - 13,083 - 8,164,667 Donations 2,201,850 - - 14,356 2,216,206 From component unit - School Board 90,939,406 - 1,374,903 1,038,809 93,368,159 From other governments 586,180,743 10,932,515 2,334,878 12,188,159 125,407,477 Expenditures Current:			-		-		-		
Charges for services					408,404		2,003		
Miscellaneous					-		-		
Recovered costs	<u> </u>				-		,		
Donations			31,648				141,394		
From component unit - School Board 90,939.406 - 1,374.903 1,053.850 93,368,159 Total revenues 586,180,743 1,094,231 531,163 12,188,159 125,467,792 125,467,692 125,467,492			-		13,083		-		
From other governments 111,654,239 1,094,231 531,163 12,188,159 125,467,792 Total revenues 586,180,743 10,305,055 2,334,878 13,919,801 612,740,477 Expenditures Current: Current: Semanal government 30,668,010 1 6 1,848,117 7,621,051 Administration of justice 5,772,934 1 1,848,117 7,621,051 Public works 15,297,622 2 1 1,848,117 7,621,051 Health and welfare 42,700,816 2 179,913 16,467,805 Parks, recreation and cultural 16,287,892 2 335,404 179,913 16,467,805 Education - School Board 279,415,527 2 335,404 1,657,623 12,908,998 Debt service: 11,251,375 2 35,404 1,657,623 12,909,998 Debt service: 11,251,375 2 335,404 1,657,623 12,909,998 Debt service: 16,950,600 2 2 3 4,225,606 1,222,402			-		-				
Total revenues	•		-						
Current:				_		_		_	
Current: General government 30,668,010 - - - 30,668,015 - - 30,668,015 - - 30,668,015 - - 30,668,015 - - - 30,668,015 -		586,180,743	10,305,055	_	2,334,878		13,919,801	_	612,740,477
General government 30,668,010 - - 30,668,010 Administration of justice 5,772,934 - - 1,848,117 7,621,051 Public safety 135,521,624 - - 4,818,635 108,340,259 Public works 15,297,622 - - 119,456 15,417,078 Health and welfare 42,700,816 - - 8,668,745 51,369,561 Parks, recreation and cultural 16,287,892 - - 179,913 16,467,805 Education - School Board 279,415,527 - 335,404 - 279,750,931 Community development 11,251,375 - - 1,657,623 12,908,998 Debt service: - - - - - - 279,750,931 Community development 11,251,375 - - - 1,657,623 12,908,998 Debt service: - - - - - - - - 26,500 0 -									
Administration of justice 5,772,934 - - 1,848,117 7,621,051 Public safety 103,521,624 - - 4,818,635 108,340,259 Public works 15,297,622 - - 119,456 15,417,078 Health and welfare 42,700,816 - - 8,668,745 51,369,561 Parks, recreation and cultural 16,287,892 - - 179,913 16,467,805 Education - School Board 279,415,527 - 335,404 - 279,750,931 Community development 11,251,375 - - 1,657,623 12,908,998 Debt service: - - - - 16,950,600 - - - 16,950,600 - - - 16,950,600 - - - 16,950,600 - - - 16,950,600 - - - 16,950,600 - - - 16,950,600 - - - 16,950,600 - - -									
Public safety 103,521,624 - - 4,818,635 108,340,259 Public works 15,297,622 - - 119,456 15,417,078 Health and welfare 42,700,816 - - 8,668,745 51,399,561 Parks, recreation and cultural 16,287,892 - - 179,913 16,467,805 Education - School Board 279,415,527 - 335,404 - 279,750,931 Community development 11,251,375 - - 1,657,623 12,908,998 Debt service: - - - - 34,429,508 - - - 34,429,508 Interest - - - 16,950,600 - - - - 16,950,600 - - - - 16,950,600 - - - - 17,97,522 - - - - 17,97,522 - - - - - - - - - - - - <td>-</td> <td></td> <td>-</td> <td></td> <td>-</td> <td></td> <td>-</td> <td></td> <td></td>	-		-		-		-		
Public works 15,297,622 - - 119,456 15,417,078 Health and welfare 42,700,816 - - 8,668,745 51,369,561 Parks, recreation and cultural 16,287,892 - 179,913 16,467,805 Education - School Board 279,415,527 - 335,404 - 279,750,931 Community development 11,251,375 - - 1,657,623 12,908,998 Debt service: - - - - 34,429,508 Interest 16,950,600 - - - 16,950,600 Other 1,797,522 - - - 17,97,522 Capital outlay 558,093,430 26,750,786 26,132,299 - 52,883,085 Total expenditures 28,087,313 (16,445,731) (24,132,825) (3,372,688) (15,863,931) Excess (deficiency) of revenues over (under) expenditures 28,087,313 (16,445,731) (24,132,825) (3,372,688) (15,863,931)			-		-				
Health and welfare			-		-				
Parks, recreation and cultural 16,287,892 - - 179,913 16,467,805 Education - School Board 279,415,527 - 335,404 - 279,750,931 Community development 11,251,375 - - 1,657,623 12,908,998 Debt service: - - - 34,429,508 - - - 34,429,508 Interest 16,950,600 - - - 16,950,600 Other 1,797,522 - - - 16,950,600 Other 1,797,522 - - - 52,883,085 Total expenditures 558,093,430 26,750,786 26,467,703 17,292,489 628,604,408 Excess (deficiency) of revenues over (under) expenditures 28,087,313 (16,445,731) (24,132,825) (3,372,688) (15,863,931) Other financing sources (uses) Transfers in Transfers out (18,77,721) 1,668,976 9,357,464 7,288,511 3,236,218 21,551,169 Transfers out (29,41,100) 1,100,174			-		-				
Education - School Board Community development 279,415,527 - 335,404 - 279,750,931 Community development 11,251,375 - - - 1,657,623 12,908,998 Debt service: Retirement of principal 34,429,508 - - - 34,429,508 Interest 16,950,600 - - - 16,950,600 Other 1,797,522 - - - 17,97,522 Capital outlay - 26,750,786 26,132,299 - 52,883,085 Total expenditures 558,093,430 26,750,786 26,467,703 17,292,489 628,604,408 Excess (deficiency) of revenues over (under) expenditures 28,087,313 (16,445,731) (24,132,825) (3,372,688) (15,863,931) Other financing sources (uses) 1 1,668,976 9,357,464 7,288,511 3,236,218 21,551,169 Transfers out (18,717,721) (1,347,769) - (97,942) (20,163,432) Certifficates of participation issued 315,872 20,846,70			-		-				
Community development 11,251,375 - 1,657,623 12,908,998 Debt service: Retirement of principal 34,429,508 - - - 34,429,508 Interest 16,950,600 - - - 16,950,600 Other 1,797,522 - - - 1,797,522 Capital outlay - 26,750,786 26,132,299 - 52,883,085 Total expenditures 558,093,430 26,750,786 26,467,703 17,292,489 628,604,408 Excess (deficiency) of revenues over (under) expenditures 28,087,313 (16,445,731) (24,132,825) (3,372,688) (15,863,931) Other financing sources (uses) Transfers in 1,668,976 9,357,464 7,288,511 3,236,218 21,551,169 Transfers out (18,717,721) (1,347,769) - (97,942) (20,163,432) Certificates of participation issued 315,872 20,846,709 - - 21,162,581 Bonds issued 214,230 - 59,964,714	· · · · · · · · · · · · · · · · · · ·		-		-				
Debt service: Retirement of principal 34,429,508 - - - 34,429,508 Interest 16,950,600 - - - - 16,950,600 Other 1,797,522 - - - 1,797,522 Capital outlay - 26,750,786 26,132,299 - 52,883,085 Total expenditures 558,093,430 26,750,786 26,467,703 17,292,489 628,604,408 Excess (deficiency) of revenues over (under) expenditures 28,087,313 (16,445,731) (24,132,825) (3,372,688) (15,863,931) Other financing sources (uses) - - - (4,132,825) (3,372,688) (15,863,931) Transfers in 1,668,976 9,357,464 7,288,511 3,236,218 21,551,169 Transfers out (18,717,721) (1,347,769) - (97,942) (20,163,432) Certificates of participation issued 315,872 20,846,709 - - 21,162,581 Bonds issued 214,230 - 59,964,714 - </td <td></td> <td></td> <td>-</td> <td></td> <td>335,404</td> <td></td> <td></td> <td></td> <td></td>			-		335,404				
Retirement of principal 34,429,508 - - - 34,429,508 Interest 16,950,600 - - - - 16,950,600 Other 1,797,522 - - - 1,797,522 Capital outlay - 26,750,786 26,132,299 - 52,883,085 Total expenditures 558,093,430 26,750,786 26,467,703 17,292,489 628,604,408 Excess (deficiency) of revenues over (under) expenditures 28,087,313 (16,445,731) (24,132,825) (3,372,688) (15,863,931) Other financing sources (uses) Transfers in Transfers out (18,717,721) (1,347,769) - (97,942) (20,163,432) Certificates of participation issued 315,872 20,846,709 - - 21,162,581 Bonds issued 214,230 - 59,964,714 - 60,178,944 Proceeds of refunding bonds 66,940,137 - - - (65,936,527) Total other financing sources (uses) (15,515,033) 28,856,404 67,253,225 3,138,276		11,251,3/5	-		-		1,657,623		12,908,998
Interest Other 16,950,600 Other - - - - 16,950,600 Other Other 1,797,522 - - 1,797,522 Capital outlay - 26,750,786 26,132,299 - 52,883,085 Total expenditures 558,093,430 26,750,786 26,467,703 17,292,489 628,604,408 Excess (deficiency) of revenues over (under) expenditures 28,087,313 (16,445,731) (24,132,825) (3,372,688) (15,863,931) Other financing sources (uses) Transfers in 1,668,976 9,357,464 7,288,511 3,236,218 21,551,169 Transfers out (18,717,721) (1,347,769) - (97,942) (20,163,432) Certificates of participation issued 315,872 20,846,709 - - 21,162,581 Bonds issued Proceeds of refunding bonds 46,940,137 - 59,964,714 - 60,178,944 Payment to refunded bond escrow agent Total other financing sources (uses) (65,936,527) - - - (65,936,527) Total other financing sources (uses) (15,515,033) (28,856,404) 67,253,22									0.4.400.000
Other Capital outlay 1,797,522 - 26,750,786 26,132,299 - 52,883,085 1,797,522 - 52,883,085 Total expenditures 558,093,430 26,750,786 26,467,703 17,292,489 628,604,408 Excess (deficiency) of revenues over (under) expenditures 28,087,313 (16,445,731) (24,132,825) (3,372,688) (15,863,931) Other financing sources (uses) 1,668,976 9,357,464 7,288,511 3,236,218 21,551,169 Transfers out (18,717,721) (1,347,769) - (97,942) (20,163,432) Certificates of participation issued 315,872 20,846,709 - - 21,162,581 Bonds issued 214,230 - 59,964,714 - 60,470,437 Proceeds of refunding bonds 66,940,137 - - - 66,940,137 Payment to refunded bond escrow agent (65,936,527) - - - 66,940,137 Total other financing sources (uses) (15,515,033) 28,856,404 67,253,225 3,138,276 83,732,872 Extraordinary loss (1,648,014) (49,536)			-		-		-		
Capital outlay - 26,750,786 26,132,299 - 52,883,085 Total expenditures 558,093,430 26,750,786 26,467,703 17,292,489 628,604,408 Excess (deficiency) of revenues over (under) expenditures 28,087,313 (16,445,731) (24,132,825) (3,372,688) (15,863,931) Other financing sources (uses) 1,668,976 9,357,464 7,288,511 3,236,218 21,551,169 Transfers out (18,717,721) (1,347,769) - (97,942) (20,163,432) Certificates of participation issued 315,872 20,846,709 - 21,162,581 Bonds issued 214,230 - 59,964,714 - 60,178,944 Proceeds of refunding bonds 66,940,137 - - - 66,940,137 Payment to refunded bond escrow agent (65,936,527) - - - (65,936,527) Total other financing sources (uses) (15,515,033) 28,856,404 67,253,225 3,138,276 83,732,872 Extraordinary loss (1,648,014) (49,536) -			-		-		-		
Total expenditures 558,093,430 26,750,786 26,467,703 17,292,489 628,604,408 Excess (deficiency) of revenues over (under) expenditures 28,087,313 (16,445,731) (24,132,825) (3,372,688) (15,863,931) Other financing sources (uses) Transfers in 1,668,976 9,357,464 7,288,511 3,236,218 21,551,169 Transfers out (18,717,721) (1,347,769) - (97,942) (20,163,432) Certificates of participation issued 315,872 20,846,709 - - 21,162,581 Bonds issued 214,230 - 59,964,714 - 60,178,944 Proceeds of refunding bonds 66,940,137 - - - (65,936,527) Total other financing sources (uses) (15,515,033) 28,856,404 67,253,225 3,138,276 83,732,872 Extraordinary loss - - - - (1,697,550) Net change in fund balances 10,924,266 12,361,137 43,120,400 (234,412) 66,171,391 Fund balances, July 1, 2003		1,/9/,522	-		-		-		
Excess (deficiency) of revenues over (under) expenditures 28,087,313 (16,445,731) (24,132,825) (3,372,688) (15,863,931) Other financing sources (uses) Transfers in 1,668,976 9,357,464 7,288,511 3,236,218 21,551,169 Transfers out (18,717,721) (1,347,769) - (97,942) (20,163,432) Certificates of participation issued 315,872 20,846,709 21,162,581 Bonds issued 214,230 - 59,964,714 - 60,178,944 Proceeds of refunding bonds 66,940,137 66,940,137 Payment to refunded bond escrow agent (65,936,527) (65,936,527) Total other financing sources (uses) (15,515,033) 28,856,404 67,253,225 3,138,276 83,732,872 Extraordinary loss Hurricane Isabel (1,648,014) (49,536) (1,697,550) Net change in fund balances 10,924,266 12,361,137 43,120,400 (234,412) 66,171,391 Fund balances, July 1, 2003 103,832,723 17,337,219 24,284,504 1,100,574 146,555,020				_				_	
Other financing sources (uses) 28,087,313 (16,445,731) (24,132,825) (3,372,688) (15,863,931) Other financing sources (uses) Transfers in 1,668,976 9,357,464 7,288,511 3,236,218 21,551,169 Transfers out (18,717,721) (1,347,769) - (97,942) (20,163,432) Certificates of participation issued 315,872 20,846,709 - - 21,162,581 Bonds issued 214,230 - 59,964,714 - 60,178,944 Proceeds of refunding bonds 66,940,137 - - - 66,940,137 Payment to refunded bond escrow agent (65,936,527) - - - (65,936,527) Total other financing sources (uses) (15,515,033) 28,856,404 67,253,225 3,138,276 83,732,872 Extraordinary loss (1,648,014) (49,536) - - - (1,697,550) Net change in fund balances 10,924,266 12,361,137 43,120,400 (234,412) 66,171,391 Fund balances, July	Total expenditures	558,093,430	26,750,786	_	26,467,703	_	17,292,489		628,604,408
Other financing sources (uses) Transfers in 1,668,976 9,357,464 7,288,511 3,236,218 21,551,169 Transfers out (18,717,721) (1,347,769) - (97,942) (20,163,432) Certificates of participation issued 315,872 20,846,709 - - 21,162,581 Bonds issued 214,230 - 59,964,714 - 60,178,944 Proceeds of refunding bonds 66,940,137 - - - 66,940,137 Payment to refunded bond escrow agent (65,936,527) - - - (65,936,527) Total other financing sources (uses) (15,515,033) 28,856,404 67,253,225 3,138,276 83,732,872 Extraordinary loss (1,648,014) (49,536) - - (1,697,550) Net change in fund balances 10,924,266 12,361,137 43,120,400 (234,412) 66,171,391 Fund balances, July 1, 2003 103,832,723 17,337,219 24,284,504 1,100,574 146,5555,020	Excess (deficiency) of revenues								
Transfers in 1,668,976 9,357,464 7,288,511 3,236,218 21,551,169 Transfers out (18,717,721) (1,347,769) - (97,942) (20,163,432) Certificates of participation issued 315,872 20,846,709 - - 21,162,581 Bonds issued 214,230 - 59,964,714 - 60,178,944 Proceeds of refunding bonds 66,940,137 - - - 66,940,137 Payment to refunded bond escrow agent (65,936,527) - - - (65,936,527) Total other financing sources (uses) (15,515,033) 28,856,404 67,253,225 3,138,276 83,732,872 Extraordinary loss - - - - (1,697,550) Net change in fund balances 10,924,266 12,361,137 43,120,400 (234,412) 66,171,391 Fund balances, July 1, 2003 103,832,723 17,337,219 24,284,504 1,100,574 146,555,020	over (under) expenditures	28,087,313	(16,445,731)	_	(24,132,825)		(3,372,688)	_	(15,863,931)
Transfers out (18,717,721) (1,347,769) - (97,942) (20,163,432) Certificates of participation issued 315,872 20,846,709 - - 21,162,581 Bonds issued 214,230 - 59,964,714 - 60,178,944 Proceeds of refunding bonds 66,940,137 - - - 66,940,137 Payment to refunded bond escrow agent (65,936,527) - - - (65,936,527) Total other financing sources (uses) (15,515,033) 28,856,404 67,253,225 3,138,276 83,732,872 Extraordinary loss - - - - (1,697,550) Net change in fund balances 10,924,266 12,361,137 43,120,400 (234,412) 66,171,391 Fund balances, July 1, 2003 103,832,723 17,337,219 24,284,504 1,100,574 146,555,020	Other financing sources (uses)								
Certificates of participation issued 315,872 20,846,709 - - 21,162,581 Bonds issued 214,230 - 59,964,714 - 60,178,944 Proceeds of refunding bonds 66,940,137 - - - 66,940,137 Payment to refunded bond escrow agent (65,936,527) - - - (65,936,527) Total other financing sources (uses) (15,515,033) 28,856,404 67,253,225 3,138,276 83,732,872 Extraordinary loss Hurricane Isabel (1,648,014) (49,536) - - (1,697,550) Net change in fund balances 10,924,266 12,361,137 43,120,400 (234,412) 66,171,391 Fund balances, July 1, 2003 103,832,723 17,337,219 24,284,504 1,100,574 146,5555,020	Transfers in	1,668,976	9,357,464		7,288,511		3,236,218		21,551,169
Bonds issued 214,230 - 59,964,714 - 60,178,944 Proceeds of refunding bonds 66,940,137 - - - 66,940,137 Payment to refunded bond escrow agent (65,936,527) - - - (65,936,527) Total other financing sources (uses) (15,515,033) 28,856,404 67,253,225 3,138,276 83,732,872 Extraordinary loss Hurricane Isabel (1,648,014) (49,536) - - (1,697,550) Net change in fund balances 10,924,266 12,361,137 43,120,400 (234,412) 66,171,391 Fund balances, July 1, 2003 103,832,723 17,337,219 24,284,504 1,100,574 146,555,020	Transfers out	(18,717,721)	(1,347,769)		-		(97,942)		(20,163,432)
Proceeds of refunding bonds 66,940,137 - - - 66,940,137 Payment to refunded bond escrow agent (65,936,527) - - - (65,936,527) Total other financing sources (uses) (15,515,033) 28,856,404 67,253,225 3,138,276 83,732,872 Extraordinary loss Hurricane Isabel (1,648,014) (49,536) - - (1,697,550) Net change in fund balances 10,924,266 12,361,137 43,120,400 (234,412) 66,171,391 Fund balances, July 1, 2003 103,832,723 17,337,219 24,284,504 1,100,574 146,555,020	Certificates of participation issued	315,872	20,846,709		-		-		21,162,581
Payment to refunded bond escrow agent (65,936,527) - - - (65,936,527) Total other financing sources (uses) (15,515,033) 28,856,404 67,253,225 3,138,276 83,732,872 Extraordinary loss Hurricane Isabel (1,648,014) (49,536) - - (1,697,550) Net change in fund balances 10,924,266 12,361,137 43,120,400 (234,412) 66,171,391 Fund balances, July 1, 2003 103,832,723 17,337,219 24,284,504 1,100,574 146,555,020	Bonds issued	214,230	-		59,964,714		-		60,178,944
Total other financing sources (uses) (15,515,033) 28,856,404 67,253,225 3,138,276 83,732,872 Extraordinary loss Hurricane Isabel (1,648,014) (49,536) (1,697,550) Net change in fund balances 10,924,266 12,361,137 43,120,400 (234,412) 66,171,391 Fund balances, July 1, 2003 103,832,723 17,337,219 24,284,504 1,100,574 146,555,020	Proceeds of refunding bonds	66,940,137	-		-		-		66,940,137
Total other financing sources (uses) (15,515,033) 28,856,404 67,253,225 3,138,276 83,732,872 Extraordinary loss Hurricane Isabel (1,648,014) (49,536) - - - (1,697,550) Net change in fund balances 10,924,266 12,361,137 43,120,400 (234,412) 66,171,391 Fund balances, July 1, 2003 103,832,723 17,337,219 24,284,504 1,100,574 146,555,020			-		-		-		
Hurricane Isabel (1,648,014) (49,536) - - (1,697,550) Net change in fund balances 10,924,266 12,361,137 43,120,400 (234,412) 66,171,391 Fund balances, July 1, 2003 103,832,723 17,337,219 24,284,504 1,100,574 146,555,020	Total other financing sources (uses)		28,856,404		67,253,225		3,138,276		
Hurricane Isabel (1,648,014) (49,536) - - (1,697,550) Net change in fund balances 10,924,266 12,361,137 43,120,400 (234,412) 66,171,391 Fund balances, July 1, 2003 103,832,723 17,337,219 24,284,504 1,100,574 146,555,020	Extraordinary loss								
Fund balances, July 1, 2003	-	(1,648,014)	(49,536)					_	(1,697,550)
Fund balances, July 1, 2003	Net change in fund balances				43,120.400		(234.412)		
Fund balances, June 30, 2004 <u>\$114,756,989</u> <u>\$29,698,356</u> <u>\$67,404,904</u> <u>\$866,162</u> <u>\$212,726,411</u>		, ,		_	-, -,		, ,	_	
	Fund balances, June 30, 2004	\$114,756,989	\$ 29,698,356	\$	67,404,904	\$	866,162	\$	212,726,411

(Continued)

County of Chesterfield, Virginia Statement of Revenues, Expenditures and Changes in Fund Balances Governmental Funds For the Year Ended June 30, 2004

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities:

Net change in fund balances - total governmental funds.

\$ 66,171,391

Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays (\$40,343,176) exceeded depreciation (\$24,041,189) in the current period.

16,301,987

In the Statement of Activities, only the gain on the sale of surplus assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balance by the net book value of the surplus assets sold.

(270,507)

Donations of capital assets increase revenues in the Statement of Activities, but do not appear in the governmental funds because they are not financial resources.

2,987,077

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

(648,680)

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. This is the amount by which proceeds (\$148,281,662) exceeded payments (\$100,366,035).

(47,915,627)

Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the Statement of Activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. This adjustment combines the net changes (exclusive of internal service fund changes) of the following balances:

Compensated absences	\$ (1,615,298)	
Judgments and claims	996,984	
Retirement plan obligations	152,695	
Accrued interest	(208,959)	
Amortization of bond premiums and issuance costs	726,114	
Bond interest expense and amortization of deferred amount on refunding	3,134,960	3,186,496

Internal service funds are used by management to charge the costs of insurance, vehicles and communications and construction management to individual funds. The net revenue of the internal service funds is reported with governmental activities.

(168,753)

Change in net assets of governmental activities.

39,643,384

The accompanying notes are an integral part of the financial statements.